

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF DELTA NATURAL)	
GAS COMPANY, INC. FOR AN ORDER)	
AUTHORIZING THE ISSUANCE OF UP TO)	CASE NO. 94-378
200,000 SHARES OF COMMON STOCK)	

O R D E R

On October 7, 1994, Delta Natural Gas Company, Inc. ("Delta") filed an application seeking authority to issue and sell to its shareholders up to 200,000 shares of its authorized but unissued common stock, \$1 par value, pursuant to its Amended and Restated Dividend Reinvestment and Stock Purchase Plan. The proceeds will be used for general corporate purposes and Delta's continuing construction program.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that the issuance and sale of the above securities by Delta are for lawful objects within its corporate purposes, are necessary and appropriate for and consistent with the proper performance of its service to the public, are reasonably necessary and appropriate for such purposes, and should, therefore, be approved.

IT IS THEREFORE ORDERED that:

1. Delta be and it hereby is authorized to issue and sell up to 200,000 shares of its common stock pursuant to its Amended and Restated Dividend Reinvestment and Stock Purchase Plan as set forth in its application.

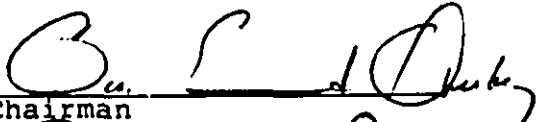
2. Every 6 months from the date of this Order, Delta shall notify the Commission of the number of shares issued through its plan and the price received.

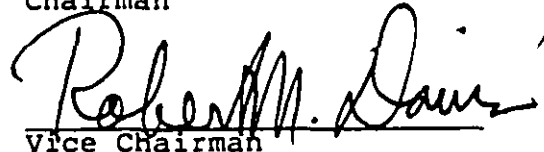
3. The proceeds from the transactions authorized herein shall be used only for the lawful purposes set out in the application.

Nothing contained herein shall be construed as a finding of value for any purpose or as a warranty on the part of the Commonwealth of Kentucky or any agency hereof as to the securities authorized herein.

Done at Frankfort, Kentucky, this 11th day of November, 1994.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director